

## Environmental Protection Agency

## § 97.724

a unique identification number that will include digits identifying the year of the control period for which the TR SO<sub>2</sub> Group 2 allowance is allocated or auctioned.

### § 97.722 Submission of TR SO<sub>2</sub> Group 2 allowance transfers.

(a) An authorized account representative seeking recordation of a TR SO<sub>2</sub> Group 2 allowance transfer shall submit the transfer to the Administrator.

(b) A TR SO<sub>2</sub> Group 2 allowance transfer shall be correctly submitted if:

(1) The transfer includes the following elements, in a format prescribed by the Administrator:

(i) The account numbers established by the Administrator for both the transferor and transferee accounts;

(ii) The serial number of each TR SO<sub>2</sub> Group 2 allowance that is in the transferor account and is to be transferred; and

(iii) The name and signature of the authorized account representative of the transferor account and the date signed; and

(2) When the Administrator attempts to record the transfer, the transferor account includes each TR SO<sub>2</sub> Group 2 allowance identified by serial number in the transfer.

### § 97.723 Recordation of TR SO<sub>2</sub> Group 2 allowance transfers.

(a) Within 5 business days (except as provided in paragraph (b) of this section) of receiving a TR SO<sub>2</sub> Group 2 allowance transfer that is correctly submitted under § 97.722, the Administrator will record a TR SO<sub>2</sub> Group 2 allowance transfer by moving each TR SO<sub>2</sub> Group 2 allowance from the transferor account to the transferee account as specified in the transfer.

(b) A TR SO<sub>2</sub> Group 2 allowance transfer to or from a compliance account that is submitted for recordation after the allowance transfer deadline for a control period and that includes any TR SO<sub>2</sub> Group 2 allowances allocated for any control period before such allowance transfer deadline will not be recorded until after the Administrator completes the deductions from such compliance account under § 97.724 for the control period immediately before such allowance transfer deadline.

(c) Where a TR SO<sub>2</sub> Group 2 allowance transfer is not correctly submitted under § 97.722, the Administrator will not record such transfer.

(d) Within 5 business days of recordation of a TR SO<sub>2</sub> Group 2 allowance transfer under paragraphs (a) and (b) of the section, the Administrator will notify the authorized account representatives of both the transferor and transferee accounts.

(e) Within 10 business days of receipt of a TR SO<sub>2</sub> Group 2 allowance transfer that is not correctly submitted under § 97.722, the Administrator will notify the authorized account representatives of both accounts subject to the transfer of:

(1) A decision not to record the transfer, and

(2) The reasons for such non-recordation.

### § 97.724 Compliance with TR SO<sub>2</sub> Group 2 emissions limitation.

(a) *Availability for deduction for compliance.* TR SO<sub>2</sub> Group 2 allowances are available to be deducted for compliance with a source's TR SO<sub>2</sub> Group 2 emissions limitation for a control period in a given year only if the TR SO<sub>2</sub> Group 2 allowances:

(1) Were allocated for such control period or a control period in a prior year; and

(2) Are held in the source's compliance account as of the allowance transfer deadline for such control period.

(b) *Deductions for compliance.* After the recordation, in accordance with § 97.723, of TR SO<sub>2</sub> Group 2 allowance transfers submitted by the allowance transfer deadline for a control period in a given year, the Administrator will deduct from each source's compliance account TR SO<sub>2</sub> Group 2 allowances available under paragraph (a) of this section in order to determine whether the source meets the TR SO<sub>2</sub> Group 2 emissions limitation for such control period, as follows:

(1) Until the amount of TR SO<sub>2</sub> Group 2 allowances deducted equals the number of tons of total SO<sub>2</sub> emissions from all TR SO<sub>2</sub> Group 2 units at the source for such control period; or